



**Senate Bill 852 Chapter 25
Budget Act Highlights
Fiscal Year 2014-15**

California Department of Public Health

**Edmund G. Brown Jr.
Governor
State of California**

**Diana S. Dooley
Secretary
California Health and Human Services Agency**

**Ronald W. Chapman, MD, MPH
Director and State Health Officer**

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CALIFORNIA DEPARTMENT OF PUBLIC HEALTH PROGRAM OVERVIEW

The mission of the California Department of Public Health (CDPH) is to optimize the health and well-being of the people in California, primarily through population-based programs, strategies, and initiatives.

The CDPH's goals are to achieve health equities and eliminate health disparities; eliminate preventable disease, disability, injury, and premature death; promote social and physical environments that support good health for all; prepare for, respond to, and recover from emerging public health threats and emergencies; improve the quality of the workforce and workplace; and promote and maintain an efficient and effective organization. The CDPH is working toward these goals through its programmatic and operational support activities and in collaboration with local health departments and other organizations throughout the State.

CDPH is comprised of six Public Health Centers as well as the Emergency Preparedness Office, Administration, the Office of Public Affairs, the Office of Health Equity, and the Office of Quality Performance and Accreditation.

GENERAL BUDGET OVERVIEW

The CDPH budget supports activities and services that reinforce the State's commitment to the health and well-being of all Californians. For Fiscal Year (FY) 2014-15, the Budget Act provides \$3.02 billion for the support of CDPH programs and services, a decrease of 11.12% from the 2013-14 Budget Act enacted on June 27, 2013, which is largely due to the transfer of the Drinking Water Program to the State Water Resources Control Board. Of the amount approved, 23%, or \$690 million is for State Operations and 77%, or \$2.3 billion is for Local Assistance. The budget affirms CDPH's commitment to address the public health needs of Californians.

Total CDPH Budget

Dollars in thousands

Fund Source	2013-14 Enacted Budget	2014-15 Governor's Budget	2014-15 Enacted Budget	% Change from 2013-14 Enacted Budget
General Fund	114,499	110,629	118,120	3.16%
Federal Funds	1,926,389	1,732,974	1,722,537	-10.58%
Special Funds & Reimbursements	1,355,850	1,167,562	1,178,228	-13.10%
Total Funds	3,396,738	3,011,165	3,018,885	-11.12%

The charts below and the narrative that follows describe the specific budget adjustments.

State Operations

Dollars in thousands

State Operations by Program					
Program Title	Program	2013-14 Enacted Budget	2014-15 Governor's Budget	2014-15 Enacted Budget	% Change from 2013-14 Enacted Budget
Public Health Emergency Preparedness	10	37,107	36,874	36,874	-0.63%
Public and Environmental Health	20	464,212	440,375	445,213	-4.09%
Licensing & Certification	30	200,705	206,044	207,996	3.63%
Administration	40.01	33,789	33,798	33,798	0.03%
Distributed Administration	40.02	-33,789	-33,798	-33,798	0.03%
Total State Operations		702,024	683,293	690,083	-1.70%

State Operations by Fund Source				
Fund Source	2013-14 Enacted Budget	2014-15 Governor's Budget	2014-15 Enacted Budget	% Change from 2013-14 Enacted Budget
General Fund	82,542	78,970	79,361	-3.85%
Federal Funds	264,105	254,728	254,458	-3.65%
Special Funds & Reimbursements	355,377	349,595	356,264	0.25%
Total State Operations	702,024	683,293	690,083	-1.70%

Local Assistance

Dollars in thousands

Local Assistance by Program					
Program Title	Program	2013-14 Enacted Budget	2014-15 Governor's Budget	2014-15 Enacted Budget	% Change from 2013-14 Enacted Budget
Public Health Emergency Preparedness	10	60,724	60,724	60,724	0.00%
Public and Environmental Health	20	2,633,990	2,267,148	2,268,078	-13.89%
Total Local Assistance		2,694,714	2,327,872	2,328,802	-13.58%

Local Assistance by Fund Source				
Fund Source	2013-14 Enacted Budget	2014-15 Governor's Budget	2014-15 Enacted Budget	% Change from 2013-14 Enacted Budget
General Fund	31,957	31,659	38,759	21.28%
Federal Fund	1,662,284	1,478,246	1,468,079	-11.68%
Special Funds & Reimbursements	1,000,473	817,967	821,964	-17.84%
Total Local Assistance	2,694,714	2,327,872	2,328,802	-13.58%

PROGRAMMATIC ADJUSTMENTS

The specific adjustments listed below reflect the major budgetary changes since the introduction of the 2014-15 Governor's Budget. The major changes include Spring Finance Letters, May Revision Estimates and additions by the Legislature.

References to "GF" are to the General Fund, "OF" refers to Other Funds including Special Funds, Federal Funds, and Reimbursements; and "TF" represents Total Funds (All funding is shown in total dollars, not thousands).

I. Public Health Emergency Preparedness Program

The Public Health Emergency Preparedness program coordinates preparedness and response activities for all public health emergencies, including natural disasters, acts of terrorism, and pandemic diseases. The program plans and supports surge capacity in the medical care and public health systems to meet needs during emergencies. The program also administers federal and state funds that support CDPH emergency preparedness activities. There are no major budget adjustments.

II. Center for Chronic Disease Prevention and Health Promotion

The Center for Chronic Disease Prevention and Health Promotion works to prevent and control chronic diseases such as cancer, cardiovascular diseases, asthma, adverse pregnancy outcomes, and diabetes; to reduce the prevalence of obesity; to provide training programs for the public health workforce; to prevent and control injuries, violence, deaths, and diseases related to behavioral, environmental, and occupational factors; to promote and support safe and healthy environments in all communities and workplaces; and to prevent and treat problem gambling. This program includes Chronic Disease and Injury Control, Environmental and Occupational Disease Control, and the Office of Problem Gambling. Major budget adjustments include:

State Dental Director

2.0 Positions
\$474,000 TF
\$250,000 GF
\$224,000 OF

The Budget Act includes 2.0 positions, \$250,000 General Fund, and \$224,000 Reimbursements from the Department of Health Care Services for the establishment of a State Dental Director and consulting resources to guide the development of a statewide dental health plan and establish partnerships and coalitions to advance dental health throughout California.

Biomonitoring California

2.0 Positions
\$350,000 TF
\$350,000 OF

The Budget Act includes 2.0 two-year limited term positions, \$175,000 from the Birth Defects Monitoring Fund (Fund 3114), and \$175,000 from the Toxic Substances Control Account (Fund 0557) to support the state legislatively-mandated California Environmental Contaminant Biomonitoring Program.

Proposition 99 Health Education Account

-\$3,569,000 TF
-\$3,569,000 OF

The Budget Act reflects a decrease of \$3.6 million in Proposition 99 Health Education Account (Fund 0231) funding due to reduced revenues. This includes a decrease to State Operations appropriations for State Administration of \$365,000, Media Campaign of \$936,000, and Evaluation of \$266,000. Also included is a decrease to Local Assistance appropriations for Competitive Grants of \$1.1 million and Local Lead Agencies of \$939,000.

Proposition 99 Research Account

-\$360,000 TF
-\$360,000 OF

The Budget Act reflects a decrease of \$360,000 in Proposition 99 Research Account (Fund 0234) funding due to reduced revenues. This includes a decrease to State Operations appropriations for California Cancer Registry of \$324,000 and Community Outreach of \$36,000.

Proposition 99 Unallocated Account

-\$129,178 TF
-\$129,178 OF

The Budget Act reflects a decrease of \$129,178 in Proposition 99 Unallocated Account (Fund 0236) funding due to reduced revenues. This includes a decrease to State Operations appropriations for State Administration of the Center for Chronic Disease Prevention and Health Promotion.

III. Center for Infectious Diseases

The Center for Infectious Diseases program works to prevent and control infectious diseases such as HIV/AIDS, viral hepatitis, influenza and other vaccine preventable illnesses, tuberculosis, emerging infections, and foodborne illnesses. This program includes Communicable Disease Control, the Office of AIDS (OA), the Office of Refugee Health and the Office of Bi-national Border Health. Major budget adjustments include:

AIDS Drug Assistance Program (ADAP) May 2014 Estimate

\$28,914,000 TF

\$28,914,000 OF

The Budget Act reflects a budget year net increase in ADAP funding authority of \$28.9 million. This comprises an increase of \$18.8 million in the ADAP Rebate Fund (Fund 3080), an increase of \$7.6 million in the Federal Trust Fund, and an increase of \$2.5 million in Reimbursements.

Tuberculosis Control

\$250,000 TF

\$250,000 GF

The Budget Act provides \$250,000 in Local Assistance General Fund to support Tuberculosis Control mandated activities.

HIV Prevention

1.0 Position

\$3,000,000 TF

\$3,000,000 GF

The Budget Act includes 1.0 position and provides \$3 million General Fund to support HIV Prevention Demonstration Projects. Of that \$3 million, \$2.85 million is for Local Assistance and \$150,000 will be for State Operations.

IV. Center for Family Health

This program works to improve health outcomes and reduce disparities in access to health care for low-income families, including women of reproductive age, pregnant and breastfeeding women, and infants, children, and adolescents and their families. This program is comprised of the Genetic Disease Screening Program (GDSP), the Maternal, Child and Adolescent Health Program, and the Women, Infants and Children (WIC) Supplemental Nutrition Program. Major budget adjustments include:

Women, Infants and Children (WIC) Nutrition Program May 2014 Estimate

-\$26,582,000 TF
-\$26,582,000 OF

The Budget Act reflects a decrease in budget year Local Assistance expenditures of \$26.6 million for WIC compared to the 2014-15 Governor's Budget. Of this amount, \$17.7 million is from the Federal Trust Fund and \$8.9 million is from the WIC Manufacturer Rebate Fund (Fund 3023). Federal Trust Fund decreases are due to lower reimbursement rates for small stores in accordance with USDA directive and lower participation. The WIC Manufacturer Rebate Fund (Fund 3023) decreases are due to a reduction in participation and corresponding distribution of infant formula.

Black Infant Health

\$4,000,000 TF
\$4,000,000 GF

The Budget Act provides \$4 million in General Fund Local Assistance for The California Black Infant Health (BIH) Program that aims to improve health among African American mothers and babies.

V. Center for Health Statistics and Informatics

The Center for Health Statistics and Informatics program works to improve public health by developing data systems and facilitating the collection, validation, analysis, and dissemination of health information. This program includes Vital Records and Public Health Informatics. Major budget adjustments include:

Medical Marijuana Program Fund Technical Adjustment

-\$84,000 TF
-\$84,000 OF

The Budget Act reflects a decrease of \$84,000 in Medical Marijuana Program Fund (Fund 3074) funding due to technical adjustments for reduced revenues and a lower projected beginning fund balance.

VI. Center for Environmental Health

The Center for Environmental Health program works to protect and improve the health of all California residents by ensuring the safety of drinking water, food, drugs, and medical devices; conducting environmental management programs; and overseeing the use of radiation through investigation, inspection, laboratory testing, and regulatory activities. This program currently includes Environmental Management, Drinking Water and Radiation Laboratory and Food, Drug, and Radiation Safety. There are no major budget adjustments since the Governor's Budget, however we did want to highlight the major change due the reorganization of the Drinking Water Program (DWP) from CDPH to the State Water Resources Control Board (SWRCB):

Drinking Water Program (DWP) Reorganization

As already reflected in the Governor's Budget, the Budget Act includes the transfer of 291.2 positions and \$199.4 million in expenditure authority to the SWRCB for DWP and Environmental Laboratory Accreditation Program. Of the \$199.4 million reduction, \$44.2 million is for State Operations and \$155.2 million is for Local Assistance.

VII. Center for Health Care Quality

The Center for Health Care Quality regulates the quality of care in approximately 8,000 public and private health facilities, clinics, and agencies throughout the state; licenses Nursing Home Administrators, and certifies Nurse Assistants, Home Health Aides, Hemodialysis Technicians, and other direct care staff. Major budget adjustments include:

Licensing and Certification Program (L&C) May 2014 Estimate

18.0 Positions
\$1,951,000 TF
\$1,951,000 OF

The Budget Act includes Spring Finance Letter HQ-01: Timely Investigations of Caregivers for 18.0 two-year limited-term positions and \$1.9 million from the L&C Special Fund (Fund 3098) to support timely investigations of allegations/complaints filed against Certified Nurse Assistants, Home Health Aides, and Certified Hemodialysis Technicians.

VIII. Additional CDPH Issues

Proposition 99 Unallocated Account

-\$27,822 TF

-\$27,822 OF

The Budget Act reflects a decrease of \$27,822 in Proposition 99 Unallocated Account (Fund 0236) funding due to reduced revenues. This includes a decrease to State Operations appropriations for State Administration of the Office of Health Equity.